



5706 Dept Of Natural Resources & Conservatio							All Programs	
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	29,564,814	31,869,195	31,698,216	31,793,921	61,434,009	63,492,137	2,058,128	3.4%
Operating Expenses	13,078,619	14,135,948	15,408,480	15,442,054	27,214,567	30,850,534	3,635,967	13.4%
Equipment & Intangible Assets	1,217,708	1,118,448	1,337,518	1,345,477	2,336,156	2,682,995	346,839	14.9%
Capital Outlay	69,788	135,118	69,788	69,788	204,906	139,576	(65,330)	-31.9%
Local Assistance	-	200,000	200,000	200,000	200,000	400,000	200,000	100.0%
Grants	1,410,342	1,432,297	1,610,342	1,610,342	2,842,639	3,220,684	378,045	13.3%
Transfers	959,895	977,351	1,218,390	1,228,444	1,937,246	2,446,834	509,588	26.3%
Debt Service	387,283	476,504	478,067	478,067	863,787	956,134	92,347	10.7%
Total Costs	46,688,449	50,344,861	52,020,801	52,168,093	97,033,310	104,188,894	7,155,584	7.4%
General Fund	20,883,410	21,819,894	22,975,073	23,002,944	42,703,304	45,978,017	3,274,713	7.7%
State/other Special Rev. Funds	24,052,836	26,686,335	26,949,491	27,085,494	50,739,171	54,034,985	3,295,814	6.5%
Federal Spec. Rev. Funds	1,752,203	1,838,632	2,096,237	2,079,655	3,590,835	4,175,892	585,057	16.3%
Proprietary Funds			-	-	-	-	-	0.0%
Total Funds	46,688,449	50,344,861	52,020,801	52,168,093	97,033,310	104,188,894	7,155,584	7.4%

This addendum reflects the changes made to budget for the **Department of Natural Resources and Conservation** as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

Agency Summary

The table above represents the executive budget request including revisions made in December 2008. Information on the changes made in the executive budget between November and December 2008 are summaries in the next table. Discussion of each change is included in this document at the program level.

In total, the December budget revisions for this agency reduce funding by \$2.5 million total funds, including \$1.3 million general fund for the biennium. The largest general fund reduction is from the increase in vacancy savings from 4 percent to 7 percent. This reduction is \$987,985 for the biennium. The remaining general fund reductions are associated with the elimination of the fuel inflation factor and the elimination of support to Montana rural water systems.

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.



5706 Dept Of Natural Resources & Conservation						All Programs
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	20,883,410	20,883,410	41,766,820	46,688,449	46,688,449	93,376,898
Statewide Present Law Adjustments	1,766,570	1,758,514	3,525,084	3,474,582	3,516,131	6,990,713
Other Present Law Adjustments	103,863	152,709	256,572	1,843,301	2,057,329	3,900,630
New Proposals	879,221	877,419	1,756,640	1,239,153	1,153,556	2,392,709
Original Executive Budget	23,633,064	23,672,052	47,305,116	53,245,485	53,415,465	106,660,950
Revised Executive Budget	22,975,073	23,002,944	45,978,017	52,020,801	52,168,093	104,188,894
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL07101 Fuel Inflation Reduction	(63,313)	(72,801)	(136,114)	(129,065)	(148,136)	(277,201)
Present Law Total	(63,313)	(72,801)	(136,114)	(129,065)	(148,136)	(277,201)
NP02306 Montana Rural Water Systems (Bien/OTO)	(101,500)	(101,500)	(203,000)	(101,500)	(101,500)	(203,000)
NP08101 Increasing 4% Vacancy Savings To 7%	(493,178)	(494,807)	(987,985)	(994,119)	(997,736)	(1,991,855)
New Proposal Total	(594,678)	(596,307)	(1,190,985)	(1,095,619)	(1,099,236)	(2,194,855)
Total All Decision Packages	(657,991)	(669,108)	(1,327,099)	(1,224,684)	(1,247,372)	(2,472,056)



5706 Dept Of Natural Resources & Conservation

All Programs

<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02101 Centralized Services Operating Adjustment	9,176	20,831	30,007	48,942	70,685	119,627
PL02201 Oil & Gas Operating Adjustment	-	-	-	18,246	31,414	49,660
PL02202 Board of Oil & Gas Office Equipment-BIEN-OTO	-	-	-	50,000	50,000	100,000
PL02301 CARDD Operating Adjustment	8,340	15,545	23,885	61,000	88,700	149,700
PL02302 Montana Grass Conservation Commission (MGCC)	-	-	-	9,000	9,000	18,000
PL02303 Coal Bed Methane CD Administration	-	-	-	48,000	48,000	96,000
PL02304 Drinking Water Loan Assistance	-	-	-	200,000	200,000	400,000
PL02305 Regional Water Systems	-	-	-	64,000	64,000	128,000
PL02307 Conservation District Grants - OTO	-	-	-	200,000	200,000	400,000
PL02402 Water Resources Operating Adjustment	47,110	94,220	141,330	167,107	243,429	410,536
PL02403 Community Assistance Program Federal	-	-	-	50,000	50,000	100,000
PL02404 Reserved Water Rights Implementation	505,797	498,290	1,004,087	505,797	498,290	1,004,087
PL02451 Water Rights Adjustment	-	-	-	(171,924)	(171,924)	(343,848)
PL02501 Reserved Water Rights Compact Commission Sunset	(691,319)	(725,697)	(1,417,016)	(691,319)	(725,697)	(1,417,016)
PL03501 Forestry Operating Adjustment	224,759	249,520	474,279	367,970	412,031	780,001
PL03521 Trust Land Management Operating Adjustment	-	-	-	24,482	27,401	51,883
PL03523 Forest Improvement Projects and Monitoring	-	-	-	200,000	200,000	400,000
PL03552 Restore Trust Land Mngmt Contract Harvesting Base	-	-	-	420,000	490,000	910,000
PL03553 Land Banking Base Restoration Private Funds - BIEN	-	-	-	122,000	122,000	244,000
PL03554 Land Exchange Base Restoration Private Funds	-	-	-	150,000	150,000	300,000
PL07101 Fuel Inflation Reduction	(63,313)	(72,801)	(136,114)	(129,065)	(148,136)	(277,201)
Present Law Total	40,550	79,908	120,458	1,714,236	1,909,193	3,623,429
NP02102 Natural Resources Operations Acct - Funding Switch	249,000	249,000	498,000	-	-	-
NP02151 Centralized Services Legal Imaging - OTO	5,000	5,000	10,000	10,000	10,000	20,000
NP02204 North American Prospect Exhibition-OTO	-	-	-	7,500	7,500	15,000
NP02206 Underground Injection Control (UIC) Funding Change	-	-	-	134,942	134,942	269,884
NP02308 State Special Revenue Funding Switch	-	-	-	-	-	-
NP02401 State Water Projects Rehabilitation-BIEN-OTO	-	-	-	307,500	307,500	615,000
NP03503 Engine Crew Extension	242,143	242,210	484,353	242,143	242,210	484,353
NP03504 Aviation Crew Coverage Extension	265,756	265,991	531,747	265,756	265,991	531,747
NP03522 Trust Land Management Database Upgrade - OTO	-	-	-	65,000	65,000	130,000
NP03524 Forest Management Software Integration - OTO	-	-	-	83,000	-	83,000
NP06101 Fixed Cost Workers Comp Management Program Alloc;	15,822	13,718	29,540	21,812	18,913	40,725
NP08101 Increasing 4% Vacancy Savings To 7%	(493,178)	(494,807)	(987,985)	(994,119)	(997,736)	(1,991,855)
New Proposal Total	284,543	281,112	565,655	143,534	54,320	197,854
Total All Decision Packages	325,093	361,020	686,113	1,857,770	1,963,513	3,821,283

Centralized Services Division

5706 Dept Of Natural Resources & Conservati					570621 Centralized Services			
Revised Executive Budget Comparison Table								
R02 Budget Versi on	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	2,421,039	2,659,504	2,613,075	2,621,847	5,080,543	5,234,922	154,379	3.0%
Operating Expenses	767,779	648,253	1,060,585	959,710	1,416,032	2,020,295	604,263	42.7%
Equipment & Intangible Assets	7,155	20,000	7,155	7,155	27,155	14,310	(12,845)	-47.3%
Capital Outlay	-	10,000	-	-	10,000	-	(10,000)	-100.0%
Total Costs	3,195,973	3,337,757	3,680,815	3,588,712	6,533,730	7,269,527	735,797	11.3%
General Fund	2,414,779	2,594,318	2,897,451	2,820,269	5,009,097	5,717,720	708,623	14.2%
State/other Special Rev. Funds	681,199	668,439	593,856	596,616	1,349,638	1,190,472	(159,166)	-11.8%
Federal Spec. Rev. Funds	99,995	75,000	189,508	171,827	174,995	361,335	186,340	106.5%
Total Funds	3,195,973	3,337,757	3,680,815	3,588,712	6,533,730	7,269,527	735,797	11.3%

Program Summary

This addendum reflects the changes made to budget for the Centralized Services Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$169,362 total funds including \$169,231 of general fund for the biennium. One item, increasing vacancy savings from 4 percent to 7percent comprised the bulk of the reduction (\$168,866).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.

5706 Dept Of Natural Resources & Conservation				570621 Centralized Services		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	2,414,779	2,414,779	4,829,558	3,195,973	3,195,973	6,391,946
Statewide Present Law Adjustments	302,321	214,011	516,332	508,786	395,476	904,262
Other Present Law Adjustments	9,176	20,831	30,007	48,942	70,685	119,627
New Proposals	255,636	255,418	511,054	11,636	11,418	23,054
Original Executive Budget	2,981,912	2,905,039	5,886,951	3,765,337	3,673,552	7,438,889
Revised Executive Budget	2,897,451	2,820,269	5,717,720	3,680,815	3,588,712	7,269,527
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	(170)	(195)	(365)	(231)	(265)	(496)
Present Law Total	(170)	(195)	(365)	(231)	(265)	(496)
NP08101 Increasing 4% Vacancy Savings To 7%	(84,291)	(84,575)	(168,866)	(84,291)	(84,575)	(168,866)
New Proposal Total	(84,291)	(84,575)	(168,866)	(84,291)	(84,575)	(168,866)
Total All Decision Packages	(84,461)	(84,770)	(169,231)	(84,522)	(84,840)	(169,362)

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease includes \$365 of general fund.

New Proposals

DP 8101 – Increasing 4% Vacancy Savings To 7% – This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease is all general fund.

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570621 Centralized Services		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02101 Centralized Services Operating Adjustment	9,176	20,831	30,007	48,942	70,685	119,627
PL07101 Fuel Inflation Reduction	(170)	(195)	(365)	(231)	(265)	(496)
Present Law Total	9,006	20,636	29,642	48,711	70,420	119,131
NP02102 Natural Resources Operations Acct - Funding Switch	249,000	249,000	498,000	-	-	-
NP02151 Centralized Services Legal Imaging - OTO	5,000	5,000	10,000	10,000	10,000	20,000
NP06101 Fixed Cost Workers Comp Management Program Alloc	1,636	1,418	3,054	1,636	1,418	3,054
NP08101 Increasing 4% Vacancy Savings To 7%	(84,291)	(84,575)	(168,866)	(84,291)	(84,575)	(168,866)
New Proposal Total	171,345	170,843	342,188	(72,655)	(73,157)	(145,812)
Total All Decision Packages	180,351	191,479	371,830	(23,944)	(2,737)	(26,681)

Oil and Gas Conservation Division

5706 Dept Of Natural Resources & Conservatio					570622 Oil & Gas Conservation Div.			
Revised Executive Budget Comparison Table								
R02 Budget Versio n	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	1,004,109	1,323,256	1,294,126	1,309,497	2,327,365	2,603,623	276,258	11.9%
Operating Expenses	676,963	862,022	751,430	751,393	1,538,985	1,502,823	(36,162)	-2.4%
Equipment & Intangible Assets	47,672	53,345	110,172	110,172	101,017	220,344	119,327	118.1%
Grants	3,000	7,000	3,000	3,000	10,000	6,000	(4,000)	-40.0%
Total Costs	1,731,744	2,245,623	2,158,728	2,174,062	3,977,367	4,332,790	355,423	8.9%
State/other Special Rev. Funds	1,731,744	2,245,623	2,023,786	2,039,120	3,977,367	4,062,906	85,539	2.2%
Federal Spec. Rev. Funds	-	-	134,942	134,942	-	269,884	269,884	0.0%
Total Funds	1,731,744	2,245,623	2,158,728	2,174,062	3,977,367	4,332,790	355,423	8.9%

Program Summary

This addendum reflects the changes made to budget for the Montana Board of Oil and Gas as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$91,662 total funds for the biennium. This program does not receive general fund support. One item, increasing vacancy savings from 4 percent to 7percent comprised the bulk of the reduction (\$78,097).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.

5706 Dept Of Natural Resources & Conservation				570622 Oil & Gas Conservation Div.		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	-	-	-	1,731,744	1,731,744	3,463,488
Statewide Present Law Adjustments	-	-	-	260,766	264,052	524,818
Other Present Law Adjustments	-	-	-	68,246	81,414	149,660
New Proposals	-	-	-	143,300	143,186	286,486
Original Executive Budget	-	-	-	2,204,056	2,220,396	4,424,452
Revised Executive Budget	-	-	-	2,158,728	2,174,062	4,332,790
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL07101 Fuel Inflation Reduction	-	-	-	(6,316)	(7,249)	(13,565)
Present Law Total	-	-	-	(6,316)	(7,249)	(13,565)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(39,012)	(39,085)	(78,097)
New Proposal Total	-	-	-	(39,012)	(39,085)	(78,097)
Total All Decision Packages	-	-	-	(45,328)	(46,334)	(91,662)

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease is all oil and gas state special revenue dedicated for the purpose of supporting the board and its activities.

New Proposals

DP 8101 – Increasing 4% Vacancy Savings To 7% – This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease is all oil and gas state special revenue dedicated for the purpose of supporting the board and its activities.

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570622 Oil & Gas Conservation Div.		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	1,731,744	1,731,744	3,463,488
Statewide Present Law Adjustments	-	-	-	260,766	264,052	524,818
Other Present Law Adjustments	-	-	-	68,246	81,414	149,660
New Proposals	-	-	-	143,300	143,186	286,486
Original Executive Budget	-	-	-	2,204,056	2,220,396	4,424,452
Revised Executive Budget	-	-	-	2,158,728	2,174,062	4,332,790
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(6,316)	(7,249)	(13,565)
Present Law Total	-	-	-	(6,316)	(7,249)	(13,565)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(39,012)	(39,085)	(78,097)
New Proposal Total	-	-	-	(39,012)	(39,085)	(78,097)
Total All Decision Packages	-	-	-	(45,328)	(46,334)	(91,662)

Conservation and Resource Development Division

5706 Dept Of Natural Resources & Conservatio					570623 Conservation/Resource Dev Div			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	1,501,343	1,571,834	1,542,526	1,549,406	3,073,177	3,091,932	18,755	0.6%
Operating Expenses	1,820,039	1,878,135	2,012,340	2,039,978	3,698,174	4,052,318	354,144	9.6%
Equipment & Intangible Assets	45,141	54,996	45,141	45,141	100,137	90,282	(9,855)	-9.8%
Local Assistance	-	200,000	200,000	200,000	200,000	400,000	200,000	100.0%
Grants	1,222,851	1,240,806	1,422,851	1,422,851	2,463,657	2,845,702	382,045	15.5%
Transfers	-	-	-	-	-	-	-	0.0%
Debt Service	-	-	-	-	-	-	-	0.0%
Total Costs	4,589,374	4,945,771	5,222,858	5,257,376	9,535,145	10,480,234	945,089	9.9%
General Fund	1,367,141	1,395,252	1,404,615	1,417,635	2,762,393	2,822,250	59,857	2.2%
State/other Special Rev. Funds	2,956,284	3,276,911	3,522,479	3,544,005	6,233,195	7,066,484	833,289	13.4%
Federal Spec. Rev. Funds	265,949	273,608	295,764	295,736	539,557	591,500	51,943	9.6%
Total Funds	4,589,374	4,945,771	5,222,858	5,257,376	9,535,145	10,480,234	945,089	9.9%

Program Summary

This addendum reflects the changes made to budget for the Conservation and Resource Development Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$308,411 total funds including \$229,683 of general fund for the biennium. One item, elimination of support for Montana rural water systems comprised the bulk of the reduction (\$203,000).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.



5706 Dept Of Natural Resources & Conservation				570623 Conservation/Resource Dev Div		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	1,367,141	1,367,141	2,734,282	4,589,374	4,589,374	9,178,748
Statewide Present Law Adjustments	41,410	47,530	88,940	102,905	110,466	213,371
Other Present Law Adjustments	8,340	15,545	23,885	582,000	609,700	1,191,700
New Proposals	102,478	102,348	204,826	102,478	102,348	204,826
Original Executive Budget	1,519,369	1,532,564	3,051,933	5,376,757	5,411,888	10,788,645
Revised Executive Budget	1,404,615	1,417,635	2,822,250	5,222,858	5,257,376	10,480,234
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL07101 Fuel Inflation Reduction	(688)	(792)	(1,480)	(2,641)	(3,031)	(5,672)
Present Law Total	(688)	(792)	(1,480)	(2,641)	(3,031)	(5,672)
NP02306 Montana Rural Water Systems (Bien/OTO)	(101,500)	(101,500)	(203,000)	(101,500)	(101,500)	(203,000)
NP08101 Increasing 4% Vacancy Savings To 7%	(12,566)	(12,637)	(25,203)	(49,758)	(49,981)	(99,739)
New Proposal Total	(114,066)	(114,137)	(228,203)	(151,258)	(151,481)	(302,739)
Total All Decision Packages	(114,754)	(114,929)	(229,683)	(153,899)	(154,512)	(308,411)

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease includes \$1,480 of general fund.

New Proposals

DP 2306 Montana Rural Water Systems (Bien/OTO) - The executive eliminated this decision package. This decision package can be found on page C-265 of the January 2009 Legislative Budget Analysis, Volume 5.

LFD COMMENT

Elimination of Rural Water Assistance - \$101,500 general fund per year

This funding was originally requested to provide assistance to public water supply systems to meet the safe drinking water act. This funding was requested as federal funds for this purpose have been eliminated. The risk to this reduction is that rural systems may not get assistance, which could lead to non-compliance and potential public health issues.

DP 8101 – Increasing 4% Vacancy Savings To 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease includes \$25,203 of general fund.



Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570623 Conservation/Resource Dev Div		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02301 CARDD Operating Adjustment	8,340	15,545	23,885	61,000	88,700	149,700
PL02302 Montana Grass Conservation Commission (MGCC)	-	-	-	9,000	9,000	18,000
PL02303 Coal Bed Methane CD Administration	-	-	-	48,000	48,000	96,000
PL02304 Drinking Water Loan Assistance	-	-	-	200,000	200,000	400,000
PL02305 Regional Water Systems	-	-	-	64,000	64,000	128,000
PL02307 Conservation District Grants - OTO	-	-	-	200,000	200,000	400,000
PL07101 Fuel Inflation Reduction	(688)	(792)	(1,480)	(2,641)	(3,031)	(5,672)
Present Law Total	7,652	14,753	22,405	579,359	606,669	1,186,028
NP02308 State Special Revenue Funding Switch	-	-	-	-	-	-
NP06101 Fixed Cost Workers Comp Management Program Alloc:	978	848	1,826	978	848	1,826
NP08101 Increasing 4% Vacancy Savings To 7%	(12,566)	(12,637)	(25,203)	(49,758)	(49,981)	(99,739)
New Proposal Total	(11,588)	(11,789)	(23,377)	(48,780)	(49,133)	(97,913)
Total All Decision Packages	(3,936)	2,964	(972)	530,579	557,536	1,088,115



Water Resources Division

5706 Dept Of Natural Resources & Conservatio					570624 Water Resources Division			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	8,634,298	9,370,069	9,519,018	9,554,166	18,004,367	19,073,184	1,068,817	5.9%
Operating Expenses	2,915,678	3,174,036	3,391,147	3,450,765	6,089,714	6,841,912	752,198	12.4%
Equipment & Intangible Assets	103,602	672	103,602	111,902	104,274	215,504	111,230	106.7%
Capital Outlay	3,000	3,000	3,000	3,000	6,000	6,000	-	0.0%
Transfers	-	-	-	-	-	-	-	0.0%
Debt Service	378,960	469,744	469,744	469,744	848,704	939,488	90,784	10.7%
Total Costs	12,035,538	13,017,521	13,486,511	13,589,577	25,053,059	27,076,088	2,023,029	8.1%
General Fund	7,518,992	8,127,033	8,472,103	8,529,512	15,646,025	17,001,615	1,355,590	8.7%
State/other Special Rev. Funds	4,378,928	4,686,967	4,847,235	4,892,875	9,065,895	9,740,110	674,215	7.4%
Federal Spec. Rev. Funds	137,618	203,521	167,173	167,190	341,139	334,363	(6,776)	-2.0%
Total Funds	12,035,538	13,017,521	13,486,511	13,589,577	25,053,059	27,076,088	2,023,029	8.1%

Program Summary

This addendum reflects the changes made to budget for the Water Resources Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$593,866 total funds including \$398,346 of general fund for the biennium. One item, increasing vacancy savings from 4 percent to 7percent comprised the bulk of the reduction (\$591,308).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.



5706 Dept Of Natural Resources & Conservation				570624 Water Resources Division		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	7,518,992	7,518,992	15,037,984	12,035,538	12,035,538	24,071,076
Statewide Present Law Adjustments	588,204	607,585	1,195,789	882,467	918,865	1,801,332
Other Present Law Adjustments	552,907	592,510	1,145,417	550,980	619,795	1,170,775
New Proposals	6,305	5,466	11,771	313,805	312,966	626,771
Original Executive Budget	8,666,408	8,724,553	17,390,961	13,782,790	13,887,164	27,669,954
Revised Executive Budget	8,472,103	8,529,512	17,001,615	13,486,511	13,589,577	27,076,088
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL07101 Fuel Inflation Reduction	(905)	(1,038)	(1,943)	(1,191)	(1,367)	(2,558)
Present Law Total	(905)	(1,038)	(1,943)	(1,191)	(1,367)	(2,558)
NP08101 Increasing 4% Vacancy Savings To 7%	(193,400)	(194,003)	(387,403)	(295,088)	(296,220)	(591,308)
New Proposal Total	(193,400)	(194,003)	(387,403)	(295,088)	(296,220)	(591,308)
Total All Decision Packages	(194,305)	(195,041)	(389,346)	(296,279)	(297,587)	(593,866)

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease includes \$1,943 of general fund.

New Proposals

DP 8101 – Increasing 4% Vacancy Savings To 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease includes \$387,403 of general fund.

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation	570624 Water Resources Division					
Executive Budget Revisions (Dec. 15, 2008)	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02402 Water Resources Operating Adjustment	47,110	94,220	141,330	167,107	243,429	410,536
PL02403 Community Assistance Program Federal	-	-	-	50,000	50,000	100,000
PL02404 Reserved Water Rights Implementation	505,797	498,290	1,004,087	505,797	498,290	1,004,087
PL02451 Water Rights Adjustment	-	-	-	(171,924)	(171,924)	(343,848)
PL07101 Fuel Inflation Reduction	(905)	(1,038)	(1,943)	(1,191)	(1,367)	(2,558)
Present Law Total	552,002	591,472	1,143,474	549,789	618,428	1,168,217
NP02401 State Water Projects Rehabilitation-BIEN-OTO	-	-	-	307,500	307,500	615,000
NP06101 Fixed Cost Workers Comp Management Program Alloc	6,305	5,466	11,771	6,305	5,466	11,771
NP08101 Increasing 4% Vacancy Savings To 7%	(193,400)	(194,003)	(387,403)	(295,088)	(296,220)	(591,308)
New Proposal Total	(187,095)	(188,537)	(375,632)	18,717	16,746	35,463
Total All Decision Packages	364,907	402,935	767,842	568,506	635,174	1,203,680

Reserved Water Rights Compact Commission

5706 Dept Of Natural Resources & Conservatio					570625 Reserved Water Rights Comp Com			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	588,760	413,199	30,000	-	1,001,959	30,000	(971,959)	-97.0%
Operating Expenses	129,537	53,850	-	-	183,387	-	(183,387)	-100.0%
Total Costs	718,297	467,049	30,000	-	1,185,346	30,000	(1,155,346)	-97.5%
General Fund	718,297	467,049	30,000	-	1,185,346	30,000	(1,155,346)	-97.5%
Total Funds	718,297	467,049	30,000	-	1,185,346	30,000	(1,155,346)	-97.5%

Program Summary

This addendum reflects the changes made to budget for the Centralized Services Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

LFD COMMENT	<p>No Changes</p> <p>The executive did not propose any changes to the budget of the Reserved Water Rights Compact Commission, as the commission is set to sunset on June 30, 2009.</p>
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5706 Dept Of Natural Resources & Conservation				570625 Reserved Water Rights Comp Com		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	718,297	718,297	1,436,594	718,297	718,297	1,436,594
Statewide Present Law Adjustments	3,022	7,400	10,422	3,022	7,400	10,422
Other Present Law Adjustments	(691,319)	(725,697)	(1,417,016)	(691,319)	(725,697)	(1,417,016)
New Proposals	-	-	-	-	-	-
Original Executive Budget	30,000	-	30,000	30,000	-	30,000
Revised Executive Budget	30,000	-	30,000	30,000	-	30,000
Executive Budget Revisions (Dec. 15, 2008)						

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570625 Reserved Water Rights Comp Com					
<i>Executive Budget Revisions (Dec. 15, 2008)</i>				General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package				FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02501 Reserved Water Rights Compact Commission Sunset				(691,319)	(725,697)	(1,417,016)	(691,319)	(725,697)	(1,417,016)
Present Law Total				(691,319)	(725,697)	(1,417,016)	(691,319)	(725,697)	(1,417,016)
Total All Decision Packages				(691,319)	(725,697)	(1,417,016)	(691,319)	(725,697)	(1,417,016)

Forestry Division

5706 Dept Of Natural Resources & Conservation					570635 Forestry/Trust Lands			
Revised Executive Budget Comparison Table					57063501 Forestry			
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	8,160,689	8,686,868	8,990,246	9,020,566	16,847,557	18,010,812	1,163,255	6.9%
Operating Expenses	3,337,390	3,420,469	3,638,976	3,694,515	6,757,859	7,333,491	575,632	8.5%
Equipment & Intangible Assets	825,390	803,927	882,700	882,359	1,629,317	1,765,059	135,742	8.3%
Grants	184,491	184,491	184,491	184,491	368,982	368,982	-	0.0%
Transfers	959,895	977,351	1,218,390	1,228,444	1,937,246	2,446,834	509,588	26.3%
Debt Service	8,323	4,953	8,323	8,323	13,276	16,646	3,370	25.4%
Total Costs	13,476,178	14,078,059	14,923,126	15,018,698	27,554,237	29,941,824	2,387,587	8.7%
General Fund	8,820,625	9,185,074	10,107,746	10,172,352	18,005,699	20,280,098	2,274,399	12.6%
State/other Special Rev. Funds	3,406,912	3,606,482	3,506,530	3,536,386	7,013,394	7,042,916	29,522	0.4%
Federal Spec. Rev. Funds	1,248,641	1,286,503	1,308,850	1,309,960	2,535,144	2,618,810	83,666	3.3%
Proprietary Funds	-	-	-	-	-	-	-	0.0%
Total Funds	13,476,178	14,078,059	14,923,126	15,018,698	27,554,237	29,941,824	2,387,587	8.7%

Program Summary

This addendum reflects the changes made to budget for the Forestry Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$768,075 total funds including \$534,990 of general fund for the biennium. One item, increasing vacancy savings from 4 percent to 7percent comprised the bulk of the reduction (\$555,508).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.

5706 Dept Of Natural Resources & Conservation				570635 Forestry/Trust Lands		
Executive Budget Reconciliation				57063501 Forestry		
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	8,820,625	8,820,625	17,641,250	13,476,178	13,476,178	26,952,356
Statewide Present Law Adjustments	810,107	860,463	1,670,570	940,419	1,008,134	1,948,553
Other Present Law Adjustments	224,759	249,520	474,279	367,970	412,031	780,001
New Proposals	514,802	514,187	1,028,989	514,802	514,187	1,028,989
Original Executive Budget	10,370,293	10,444,795	20,815,088	15,299,369	15,410,530	30,709,899
Revised Executive Budget	10,107,746	10,172,352	20,280,098	14,923,126	15,018,698	29,941,824
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL07101 Fuel Inflation Reduction	(61,550)	(70,776)	(132,326)	(98,971)	(113,596)	(212,567)
Present Law Total	(61,550)	(70,776)	(132,326)	(98,971)	(113,596)	(212,567)
NP08101 Increasing 4% Vacancy Savings To 7%	(200,997)	(201,667)	(402,664)	(277,272)	(278,236)	(555,508)
New Proposal Total	(200,997)	(201,667)	(402,664)	(277,272)	(278,236)	(555,508)
Total All Decision Packages	(262,547)	(272,443)	(534,990)	(376,243)	(391,832)	(768,075)

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease includes \$132,326 of general fund.

New Proposals

DP 8101 – Increasing 4% Vacancy Savings To 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease includes \$402,604 of general fund.

LFD COMMENT

Fire Protection vs. Fire Suppression

The base budget of the forestry division handles the state's forestry activities and the fire protection program. The base budget does not cover the costs of actual fire suppression. Those costs are covered either by the fire suppression fund, the general fund or the Governor's emergency fund.

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570635 Forestry/Trust Lands		
				57063501 Forestry		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
Decision Package	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
PL03501 Forestry Operating Adjustment	224,759	249,520	474,279	367,970	412,031	780,001
PL07101 Fuel Inflation Reduction	(61,550)	(70,776)	(132,326)	(98,971)	(113,596)	(212,567)
Present Law Total	163,209	178,744	341,953	268,999	298,435	567,434
NP03503 Engine Crew Extension	242,143	242,210	484,353	242,143	242,210	484,353
NP03504 Aviation Crew Coverage Extension	265,756	265,991	531,747	265,756	265,991	531,747
NP06101 Fixed Cost Workers Comp Management Program Allocat	6,903	5,986	12,889	6,903	5,986	12,889
NP08101 Increasing 4% Vacancy Savings To 7%	(200,997)	(201,667)	(402,664)	(277,272)	(278,236)	(555,508)
New Proposal Total	313,805	312,520	626,325	237,530	235,951	473,481
Total All Decision Packages	477,014	491,264	968,278	506,529	534,386	1,040,915

Trust Land Management Division

5706 Dept Of Natural Resources & Conservation					570635 Forestry/Trust Lands			
Revised Executive Budget Comparison Table					57063502 Trust Lands			
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	7,254,576	7,844,465	7,709,225	7,738,439	15,099,041	15,447,664	348,623	2.3%
Operating Expenses	3,431,233	4,099,183	4,554,002	4,545,693	7,530,416	9,099,695	1,569,279	20.8%
Equipment & Intangible Assets	188,748	185,508	188,748	188,748	374,256	377,496	3,240	0.9%
Capital Outlay	66,788	122,118	66,788	66,788	188,906	133,576	(55,330)	-29.3%
Transfers	-	-	-	-	-	-	-	0.0%
Debt Service	-	1,807	-	-	1,807	-	(1,807)	-100.0%
Total Costs	10,941,345	12,253,081	12,518,763	12,539,668	23,194,426	25,058,431	1,864,005	8.0%
General Fund	43,576	51,168	63,158	63,176	94,744	126,334	31,590	33.3%
State/other Special Rev. Funds	10,897,769	12,201,913	12,455,605	12,476,492	23,099,682	24,932,097	1,832,415	7.9%
Total Funds	10,941,345	12,253,081	12,518,763	12,539,668	23,194,426	25,058,431	1,864,005	8.0%

Program Summary

This addendum reflects the changes made to budget for the Trust Land Management Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 5, which was based upon the November 15, 2008 executive budget submission.

In total, the December 2008 budget revisions for the program reduce funding by \$540,680 total funds including \$3,849 of general fund for the biennium. One item, increasing vacancy savings from 4 percent to 7percent comprised the bulk of the reduction (\$498,337).

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.

5706 Dept Of Natural Resources & Conservation					570635 Forestry/Trust Lands		
Executive Budget Reconciliation					57063502 Trust Lands		
	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds	
	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11	
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>							
FY 2008 Base	43,576	43,576	87,152	10,941,345	10,941,345	21,882,690	
Statewide Present Law Adjustments	21,506	21,525	43,031	776,217	811,738	1,587,955	
Other Present Law Adjustments	-	-	-	916,482	989,401	1,905,883	
New Proposals	-	-	-	153,132	69,451	222,583	
Original Executive Budget	65,082	65,101	130,183	12,787,176	12,811,935	25,599,111	
Revised Executive Budget	63,158	63,176	126,334	12,518,763	12,539,668	25,058,431	
<i>Executive Budget Revisions (Dec. 15, 2008)</i>							
PL07101 Fuel Inflation Reduction	-	-	-	(19,715)	(22,628)	(42,343)	
Present Law Total	-	-	-	(19,715)	(22,628)	(42,343)	
NP08101 Increasing 4% Vacancy Savings To 7%	(1,924)	(1,925)	(3,849)	(248,698)	(249,639)	(498,337)	
New Proposal Total	(1,924)	(1,925)	(3,849)	(248,698)	(249,639)	(498,337)	
Total All Decision Packages	(1,924)	(1,925)	(3,849)	(268,413)	(272,267)	(540,680)	

Present Law Adjustments

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. This decrease does not include general fund.

New Proposals

DP 8101 – Increasing 4% Vacancy Savings To 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. This decrease includes \$3,849 of general fund.

Summary of Decision Packages

The following table summarizes the decision packages included in the executive budget finalized in December 2008.

5706 Dept Of Natural Resources & Conservation				570635 Forestry/Trust Lands		
				57063502 Trust Lands		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL03521 Trust Land Management Operating Adjustment	-	-	-	24,482	27,401	51,883
PL03523 Forest Improvement Projects and Monitoring	-	-	-	200,000	200,000	400,000
PL03552 Restore Trust Land Mngmt Contract Harvesting Base	-	-	-	420,000	490,000	910,000
PL03553 Land Banking Base Restoration Private Funds - BIEN	-	-	-	122,000	122,000	244,000
PL03554 Land Exchange Base Restoration Private Funds	-	-	-	150,000	150,000	300,000
PL07101 Fuel Inflation Reduction	-	-	-	(19,715)	(22,628)	(42,343)
Present Law Total	-	-	-	896,767	966,773	1,863,540
NP03522 Trust Land Management Database Upgrade - OTO	-	-	-	65,000	65,000	130,000
NP03524 Forest Management Software Integration - OTO	-	-	-	83,000	-	83,000
NP06101 Fixed Cost Workers Comp Management Program Allocat	-	-	-	5,132	4,451	9,583
NP08101 Increasing 4% Vacancy Savings To 7%	(1,924)	(1,925)	(3,849)	(248,698)	(249,639)	(498,337)
New Proposal Total	(1,924)	(1,925)	(3,849)	(95,566)	(180,188)	(275,754)
Total All Decision Packages	(1,924)	(1,925)	(3,849)	801,201	786,585	1,587,786